



**EXTRACT FROM THE MINUTES OF THE THIRD SPECIAL COUNCIL
MEETING OF PHUMLELA LOCAL MUNICIPALITY HELD ON THE 14TH MAY
2020 AT 11H00 IN THE COUNCIL'S CHAMBER, VREDE
ITEM 44/2015
RE: TABLED DRAFT BUDGET FOR 2020/21 TO 2022/23 FINANCIAL YEAR**

RESOLVED

- That Council note the content of the report on this item
- That council to consider the Tabled Budget and capital budget of the municipality for the 2020/2021 MTREF and the two projected outer years 2021/2022 and 2022/2023 as set out in the following tables:
 - Table A1 – Budget Summary
 - Table A2 – Budgeted Financial Performance (revenue and expenditure by standard classification)
 - Table A3 – Budgeted Financial Performance (revenue and expenditure by municipal vote)
 - Table A4 – Budgeted Financial Performance (revenue and expenditure) expenditure)
 - Table A5 – Budgeted Capital Expenditure by vote, standard classification and funding
 - Table A6 – Budgeted Financial Position
 - Table A7 – Budgeted Cash flows
 - Table A8 – Cash backed reserves/accumulated surplus reconciliation
 - Table A9 – Asset Management
 - Table A10 – Basic Service delivery measurement
- That Council approves and adopt the budget related policies as reviewed by administration
 - The reviewed policies are as follows:
 - Property Rates Policy
 - Infrastructure Procurement and Delivery Management Policy (new)
 - Tariff Policy
 - Indigent Policy (Amended)
 - Credit Control (Amended) and Debt Collection Policy
 - Supply Chain Management Policy
 - Bank and Investment Policy
 - Budget and Virements Policy
 - Debt impairment Policy
 - SLUMA Tariffs
 - Accounting policies

- Travel and Subsistence Policy

New policies are as follows:

- Infrastructure Procurement and Delivery Management Policy
- That council approves and adopt the new tariffs for the different services and rates and taxes to be implemented as from the 1 July 2020 as outlined on Annexure A (The increases are as follows:
 - Property Rates 4.5 % (2020/21), 4.6% (2021/22), 4.6% (2022/23)
 - Water 4.5 % (2020/21), 4.6% (2021/22), 4.6% (2022/23)
 - Sanitation 4.5 % (2020/21), 4.6% (2021/22), 4.6% (2022/23)
 - Refuse 4.5 % (2020/21), 4.6% (2021/22), 4.6% (2022/23)
 - Electricity 8.1 % (2020/21), 5.2% (2021/22), 8.9% (2022/23)

- ❖ Council to note that the electricity tariff is based on the current CPI due to NERSA not realising the latest benchmark for electricity tariff;

- That council take notice that the measurable performance objectives must still be determined for the budget year 2020/2021

Signed by _____
CLLR T.J. Motauung
Mayor

Date

14/05/2020